(c) Does not arise.

(d) Constraint of resources.

Sanction of Loans to Electricity Boards

2775. SHRI SUSHIL CHANDRA VERMA: Will the Minister of POWER AND NON-CONVENTIONAL ENERGY SOURCES be pleased to state the details of the conditions laid down by the Power Finance Corporation for sanctioning loans to the State Electricity Boards and the reasons therefor?

THE MINISTER OF STATE OF THE MINISTRY OF POWER AND NON-CONVENTIONAL ENERGY SOURCES (SHRI KALP NATH RAI): The following main conditions have been laid down by the Power Finance Corporation for sanction of loans to the State Electricity Boards, keeping in view, the need for ensuring timely implementation of the projects financed, efficient operation on completion, improving the financial/operational efficiency and debt servicing capability of the SEBs:

(i) The project should conform to national priorities and should have been cleared by CEA (in the case of projects of less than Rs. 5 crores by the Board of the SEB) and approved by the Planning Commission.

(ii) The project should be technically sound and satisfy one of the following:

(a) The project should aim at securing satisfactory power supply in terms of availability, reliability and quality;

(b) The project should aim at an integrated and efficient power system in accordance with the national policies and priorities.

(c) The project should aim at removing critical bottlenecks in power generation, transmission and distribution;

(d) The project should aim at securing a balanced growth of power in all regions.

(iii) Investment should be economically and financially justified, with all the clearances.

(iv) SEB cannot substitute PFC's funds for earmarked allocations by the Planning Commission.

(v) Formulation and implementation of Operational and Financial Action Plan.

(vi) Repayment guarantee with an undertaking from the State Government in regard to earning 3% return by the SEB as per the Electricity (Supply) Act, 1948, payment of subsidy, priority over recovery of State Government loans from the SEB until the PFC loan due is fully paid.

(vii) Interest and service charges at the rate of 12.5 per cent per annum.

Jhuggi dwellings on Railway land in Delhi

2776. SHRI KALKA DAS:
SHRI RAMCHANDRA VEERAPPA:

Will the Minister of RAILWAYS be pleased to state:

(a) the number of jhuggi-jhonpri dwellings on railway land in Kishan Ganj, Sarai